

1 that that is in fact a legitimate use of the telephone
2 number, whether it be in all area codes or one area code.
3 And we just wanted to clarify that.

4 MS. GORNEY: Okay.

5 MR. HELLICKSON: Jennifer, I'd make a point on
6 numbering brokering, if I could.

7 MS. GORNEY: Okay.

8 MR. HELLICKSON: Ad Hoc has previously supported a
9 proposal for authority number brokers by allowing companies
10 whistle-blower protections. If a whistle-blower turns in a
11 number broker, we believe they should automatically receive
12 that number. Under the current regulations, there's no
13 incentive for a company to turn in the broker because it
14 probably will mean that said company would never receive
15 that number. So we just want that to be taken into
16 consideration.

17 MS. GORNEY: Okay. And Megan, from SNAC, please?

18 MS. CAMPBELL: Megan Campbell, ATIS. Thanks. I
19 relinquished the mike too quickly when I initially responded
20 to this. But the SNAC did respond to one of the sub-bullets
21 regarding the more close tracking of the RespOrg activities.
22 And basically they felt that that wasn't necessary and that
23 there was some merit in using the escalation procedures that
24 are currently in place with DSMI, some of those activities.

25 MS. GORNEY: Okay. And anyone else have any

1 comments? No? Okay. All right.

2 MR. BROTHERS: Jennifer?

3 MS. GORNEY: Yes?

4 MR. BROTHERS: Art Brothers, Beehive, again.

5 Maybe a thousand dollars every time they make a mistake.

6 MS. GORNEY: Pardon?

7 MR. BROTHERS: That would give them a little

8 incentive.

9 MS. GORNEY: Who makes a mistake?

10 MR. BROTHERS: DSMI does a transfer, an

11 unauthorized transfer.

12 MS. GORNEY: Okay.

13 MR. PATEL: May I?

14 MS. GORNEY: Yes. Anil?

15 MR. PATEL: Just for the record, DSMI doesn't

16 transfer numbers.

17 MR. BROTHERS: Whoever does.

18 MS. GORNEY: Okay. So whoever transfers the

19 numbers, a fine for them. Okay.

20 MR. BROTHERS: Whoever runs the database.

21 MS. GORNEY: Okay. Then we're going to move on to

22 the last question in our segment here of, I guess it's part

23 one of three in our forum. And we're asking, should the

24 toll-fee administrator -- wait a minute -- let me just --

25 scratch that. Sorry. Okay. Now we're on it.

1 To ensure that the first-come, first-serve policy
2 operates effectively, what changes could be made to the
3 current system or industry procedures? Also, should the
4 Commission implement policies or procedures to equalize
5 access to the toll-free database among users of Mechanized
6 Generic Interface, Generic User Interface, and dial-up. And
7 I'm going to ask members of AFTA to speak first on this.

8 MR. FISHMAN: This is Eric Fishman, from AFTA. We
9 have two brief comments. First of all, we have spoken out
10 on this issue in a number of pleadings in which we have
11 documented a whole variety of problems that have occurred
12 during the prior rollouts, the 866 rollouts, the 877 also.
13 And we strongly feel that there needs to be a level playing
14 field between those users of MGI, of GUI, the Generic User
15 Interfacing of Dialogue. In the past, what has happened is
16 that, from our perspective, is that the MGI interface has --
17 those users have clogged the system, making it virtually
18 impossible in many cases, for users of the GUI and the dial-
19 up interface to obtain the numbers that they need. And so
20 our first recommendation is that the Commission should
21 consider creating a level field by requiring internet access
22 for all parties.

23 The other point that I wanted to make is that, in
24 our mind, this issue dovetails, as did the previous issue
25 that we were discussing, with the matter of brokering. If a

1 number has been unlawfully taken from an existing user, or
2 if a user of dial-up interface has not been able to obtain a
3 number because of problems in a rollout, very often -- well
4 actually in many cases, the only practical way for the user
5 to obtain that number would be to purchase it from whoever
6 did obtain that number. It's not always so simple to simply
7 ask that the number be returned. Sometimes there would need
8 to be some sort of business transaction. And so that's
9 something that we think the Commission needs to consider in
10 terms of addressing the practical effects of what happens if
11 a number is unlawfully taken or is not obtained because of
12 inequities in the present system.

13 MS. GORNEY: Okay. Could I have Steve Levinn,
14 from CSF?

15 MR. LEVINN: This is Steve Levinn. There is
16 really two or three issues being addressed here. One is on
17 reservations, and that breaks into two areas that I think
18 are the most concerned. And one is with the code opening,
19 and one is in generally getting reservations.

20 Again, there has been a perception in the industry
21 that MGI users have an advantage. And the reality is the
22 advantage is speed, and there are some online users right
23 now who can pump reservation requests through the system as
24 fast or faster than MGI customers can. And they've proven
25 to do it, and some studies have been done, and there are

1 millisecond responses they're getting. So it's a technology
2 question and whether you want to make the investment in
3 technology to get an advantage. If you said everyone had to
4 use online, there are still customers that would have a
5 distinct advantage over the other online customers.

6 The other point is, MGI is no longer in the
7 exclusive domain of the very large customers. There are
8 eight to ten dedicated MGI users in the industry. There are
9 probably 20 or 30 other companies that take advantage of MGI
10 in a shared environment. And that's accessible to the
11 entire industry at a relatively reasonable cost. So the
12 real question is, do you want to dumb down the interface so
13 that the cheapest, and I use the term loosely, the cheapest
14 RespOrg, the one who wants to spend the least, sort of
15 drives the industry. And so that the person who gets
16 online, you know in front of a terminal, and can reserve ten
17 numbers should have the same advantage as the company who
18 invests thousands, tens of thousands, or millions of dollars
19 in getting an advantage.

20 The second point is, and I'm sure other people
21 will say this more, if you force companies that use either
22 scripting or an MGI interface to go just online for certain
23 capabilities, the systems they've built to interface with
24 the rest of their back end processing won't work. In
25 effect, you'll force them not only to go slower and less

1 efficiently, you'll force them to double provision. Because
2 that's not how they've built their system. I'll leave it at
3 that. I may have some more comments afterwards.

4 MS. GORNEY: Okay. Could I have Chris Rugh, from
5 WorldWide Telegraph?

6 MR. RUGH: Chris Rugh, from WorldWide Telegraph.
7 We believe that there should be one link to the system.
8 Thurgood Marshall successfully argued in Brown v. The Board
9 of Education, that separate could not be equal. And the
10 same goes for this particular situation. To have three
11 separate, or even two separate, interfaces with, you know
12 with a detailed program for users to use really is not
13 effective. Okay. These changes that come into the system
14 are done by committee. What's good for one system is not
15 good for the other system. So it really always does come
16 down to my system is better than your system, and I want my
17 system to be better than your system, so there's a lot of
18 stalin that goes on to the other system.

19 When you look at the ones that we have now, we
20 have MGI, we have GUI, and we have the 3270. 3270 is on its
21 way out. GUI is stalled, for lack of a better word. And
22 the SNAC, being dumbed down. And MGI is currently what MGI
23 is, it's a multi-faceted unit. Now I currently use a shared
24 MGI interface because the things that come out of the
25 committee are not appropriate, are not fast enough, are not

1 flexible enough for my business.

2 We believe that if there were one link with some
3 sort of scripting or programmable interface at a reasonable
4 cost, because I really don't believe that it really has to
5 take a million dollars to get some sort of programmable
6 interface link to the system. If there was something at a
7 reasonable cost that small and large users could use, it
8 evens the playing field, it gives everybody the first
9 starting point, and still allows somebody who wants to spend
10 a million, or ten million, or 50 million dollars, or
11 whatever, on their system to have a better system than the
12 person who wants to be cheap and spend a thousand or 500.

13 MS. GORNEY: Okay. Peter, could you speak next?

14 MR. GUGGINA: Thank you. Peter Guggina, WorldCom.
15 WorldCom agrees with Sprint's comments, and we should not be
16 forced to change our practices. We've made significant
17 investments in this area, and we believe that the MGI system
18 is serving us today, and that if anybody wants to be on it,
19 they can be on it. In particular, the smaller carriers
20 can -- or interested parties can use the shared environment.
21 So there really isn't any discrimination when they have the
22 opportunity to do it. It's just a matter of whether or not
23 they want to select or decide whether they want to do it.

24 As was suggested by one of our colleagues, that it
25 is not a proper thing to do, to dumb down the system, to

1 meet the least common denominator. And that really is what
2 this comes down to. So people should, if they want to be on
3 the same system, be on the same system. They have the
4 opportunity to do that. Thank you.

5 MS. GORNEY: Okay. Loren Stocker, from Vanity
6 International?

7 MR. STOCKER: Thank you. Yes. I actually, I
8 agree with the carriers. I think the MGI is not an
9 offensive system to anyone. That's really not the issue
10 here though. The only time that there's been a problem is
11 when the initial hour of launching of the new exchanges Eric
12 Fishman mentioned, 866, 877, the small users were not slowed
13 down, but they were in fact shut out for about 45 minutes.
14 That is an eternity. Now during that time, all of us
15 realized who watched this thing take place, that AT&T,
16 during the 877 launch, had issued and received reservations
17 on tens of thousands, if not hundreds of thousands, of
18 numbers. Now that wouldn't have been a problem if the dial-
19 up user was not shut out and they could continue to process,
20 and ask, and receive attention from the system, but they
21 were completely shut out.

22 The 866 launch, which came subsequent to that, MCI
23 and some of the other carriers got smart and they too wrote
24 some scripting, and then everybody got shut out but the big
25 guys. And again, 45 minutes, 30 to 45 minutes, we were shut

1 out of the system, were not allowed to access anything.
2 This is the source of the petition to stop the MGI interface
3 from having such a competitive advantage. It's not a day-
4 to-day operation. No one should have -- I agree with the
5 carries, they should not have to redo anything.

6 The only issue is here, during a launch, and hits
7 is -- if it ever happens again with 855, all that needs to
8 be done is the MGI users have to be slowed down for that
9 first couple hours so that everybody else gets in, and they
10 don't completely dominate the field, and lock other people
11 out. I'd like an MGI interface too. I'd even like a shared
12 MGI interface, but it's a matter of cost. Not everybody can
13 afford that. Anyway, that's the perspective I'd like to
14 share. There's nothing wrong with the MGI at all, it's only
15 for that initial hour or two of launch that it creates a
16 huge advantage at everyone else's detriment.

17 MS. GORNEY: Okay. Thank you. And could I have
18 Jim speak next?

19 MR. GRUDUS: Jim Grudus, from AT&T. I don't have
20 knowledge of the opening of the codes, my client would. So
21 I apologize for my lack of knowledge to be able to respond
22 to that. But what I can tell you is that AT&T feels very
23 strongly that this component of the industry is a free
24 market where everyone is allowed to choose what resources
25 they're going to devote to developing their systems, and no

1 one is shut out from choosing to develop in a certain way.
2 And to dumb down to a certain level is an incredible
3 perversion of the free market that would be very detrimental
4 to the industry.

5 We've sunk a lot of costs into developing systems
6 and using them because we believed in a business model, that
7 this was an important component to us. Others can do it in
8 whatever fashion they choose. But you should not deprive us
9 of the opportunity in a free market to devote resources, if
10 we choose to, to try to take advantage of something that
11 everyone else can take advantage. That's key. It's not
12 something that's exclusive to a carrier.

13 If you choose to devote the resources or to create
14 a coalition to go in and devote the resources, again, I do
15 apologize, I don't have the best technical knowledge here to
16 be able to put the specifics around it. But it is a very
17 strong point for us, that millions and millions of dollars
18 have been spent on the systems to connect internally to the
19 system. So to take this away or somehow fundamentally alter
20 it to a single system, is a huge problem for us, already
21 having spent substantial resources to develop to a system
22 that everyone else can also do the same thing to.

23 I should leave it there. But that is -- it is a
24 very strong point for us, that you can't discriminate
25 against those who choose to devote the resources as long as

1 anyone else can choose to allocate their resources in
2 whatever fashion they choose to, to take advantage because
3 they have the same opportunity to take advantage of the
4 system that is there.

5 MS. GORNEY: Okay. Thank you. And could I have
6 Norina Moy, from Sprint?

7 MS. MOY: We agree with WorldCom, and AT&T, and
8 CFS. And my recollection is that the problem which caused
9 some GUI and online users to be blocked out on a previous
10 code opening, was rectified subsequently. I think that
11 whatever the problem was, it no longer exists.

12 MS. GORNEY: Okay. And I actually wanted to
13 address that statement that Norina said. Has this problem
14 been rectified from the last rollout? And I will have Anil
15 respond, from DSMI.

16 MR. PATEL: Thank you. I have two comments, and
17 they are addressing the MGI, which is known MGI issue,
18 especially the time of code opening. During the year 2000,
19 we held an extensive concentration discussion with the
20 industry under the auspices of ATIS and SNAC, and is noted
21 as mentioning. We incorporated several changes to the
22 number reservation processes that would take care of some of
23 the concerns that have been raised here.

24 MS. GORNEY: Okay. And does anyone from AFTA have
25 a response to that?

1 MR. KNISHBACHER: Yes. We have a few points we
2 need to make. First of all, it should be very clear that
3 SMSI has always represented to the Commission that access on
4 the three different interfaces is equal. SMSI has never
5 claimed that MGI gets preferred access. And we're not
6 talking about cheap access, we're talking about efficient
7 access.

8 It's certainly interesting to hear the users of
9 mainframe computer systems and MGI interfaces that were
10 designed ten or 15 years ago talking about dumbing down to
11 the internet. Well I mean, we're really not dumbing down to
12 the internet, we're learning that there are much more
13 efficient ways of doing things today than there were when
14 MCI and AT&T invested their millions and millions of dollars
15 in all that software. And there is a way that the whole
16 playing field can be levelled.

17 And with respect to whether it was rectified, my
18 company was involved in both the 877 and the 866 rollouts.
19 The 877 was a disaster. For about an hour and a half the
20 system locked up completely. And then -- so we were very
21 active in early 2000, with the Commission because we
22 concerned about the 866 and 855. And we were assured by
23 SMSI that 866 would be fine. And we're the ones who filed
24 the petition, after the 866 rollout, with documented
25 affidavits as to all the problems that occurred with 866.

Heritage Reporting Corporation
(202) 628-4888

1 And it was on the basis of our petition that the Commission
2 suspended the 855 rollout. And we do not know whether they
3 have been corrected or not.

4 But one thing that the Commission has think about
5 here is that there's this whole policy of first-come, first-
6 serve, which is a good policy. But I think when you thought
7 about first-come, first-serve, you're talking about if my
8 customer wants a number today, and MCI's wanted it three
9 months ago, I shouldn't get it. Or if I want it today, and
10 someone else wants it two months from now, well it's too
11 bad. It's not first-come, first-serve.

12 I don't think you envisioned 355 RespOrgs lining
13 up at the starting line for two hours every three or four
14 years when a code rolls out to see which mainframe computer,
15 that ten or 20 million dollars have been invested in, can
16 beat another. Because really what you're doing here is
17 saying, these numbers are up for sale, and the first 200 or
18 300,000 get reserved every time a code is rolled out in the
19 first two hours. You're basically saying, whoever invested
20 the most money and wants to put as much money on the table
21 as possible, can acquire these numbers. And that's what's
22 happened with the last two rollouts.

23 MS. GORNEY: Okay. And so you are still concerned
24 that the same problem will occur once --

25 MR. KNISHBACHER: Absolutely. As I think Mr. Rugh

1 said, the important thing, there should be one interface and
2 one system for assuring that all users and all RespOrgs have
3 equal access. Because first-come; first-serve doesn't mean
4 half a millisecond earlier, or half a millisecond later.
5 And my customers asked for the number at the same time MCI
6 and AT&T's customers asked for the number. We're all lining
7 up at the starting gate, and there ought to be an equitable
8 system so that the customers have an equal chance. And the
9 customers shouldn't have a better chance of getting a number
10 through AT&T or MCI, because that defeats the purpose of
11 having a competitive market. You want the customer to have
12 an equal right no matter which carrier they use, which is
13 the whole reason why the database was created, so that
14 customers can choose their carrier, and won't choose the
15 carrier based on the carrier's interface with the database.

16 MS. GORNEY: Okay. Does anybody else have any
17 comments? Okay. Peter, you raised your hand first.

18 MR. GUGGINA: Thank you. Peter Guggina, WorldCom.
19 I just want to mention that WorldCom is well aware of the
20 internet and the great things that the internet brings. So
21 with that said, I want to draw an analogy. You've heard
22 companies say that they've made tremendous investments in
23 existing systems, well let's draw an analogy.

24 A lot of times there's a lot of analogous cases
25 between the airline industry and the telecommunications

1 industry. Well if Boeing comes out with a brand new
2 aircraft like the 777, the carriers, the airline carriers
3 such as American Airlines, doesn't throw away all their old
4 planes to go out and replace it because they have a
5 significant investment in their old planes. There's a life
6 cycle that those old planes have to go through.

7 And our technology, our equipment is the same
8 thing, we cannot just throw out, we shouldn't be made to
9 throw out all this because there's a different way of doing
10 it. And it's debatable whether it's better or not, and so
11 forth. So that should be taken into consideration.

12 MS. GORNEY: Okay. Chris?

13 MR. RUGH: Chris Rugh, WorldWide Telegraph. I
14 actually agree with Peter and Mitchell. I don't believe
15 that MGI users who have invested millions of dollars should
16 have to throw away their systems. And I also believe that
17 we should have an equal starting point that we can afford.
18 Right now there's a huge gap in starting points. So either
19 you can go with the 3270, which is scriptable, the GUI is
20 not. 3270 is clunky, and I think that was invented back in
21 the 1950s or something. Or you could go with MGI that has a
22 starting point at a million dollars. So which means that
23 your company's going need to do about ten million dollars a
24 year. So what do you do for those companies that only
25 generate a million or five million dollars a year? They're

1 not going to have the capitol to invest into an MGI system
2 to have the flexibility to do what they need to do to be
3 competitive.

4 What I suggest is, is that we create some sort of
5 scriptable interface so that you don't have to have half a
6 million dollars worth of testing, and you don't have to have
7 a \$500,000 fee on the up front to get your system up and
8 running. You can just go and you can plug in, utilizing
9 some sort of scriptable interface, and you can design your
10 own program, your own interface. So you can foster more
11 companies like Steve Levinn's company, which is a creative,
12 excellent company that provides an excellent service to this
13 industry. And so it -- and Steve Levinn's a god.

14 MR. RUGH: Okay. I use Steve's system, by the
15 way. So the long and the short of it is, is everybody
16 should start out at the same space. But if you invest more,
17 and you want to invest five or ten million dollars in your
18 system, I believe you should have a better shot at getting
19 those 800, or 866, or 855 numbers, and what have you. Okay.
20 So I do agree with both.

21 MS. GORNEY: Okay. Steve?

22 MR. LEVINN: How could I resist? Thanks for the
23 advertisement. There's a couple of comments. I mean, there
24 have been general comments talking about code openings, and
25 I don't know how you ever solve the problem of people's

1 access unless you hold -- unless everybody tells you ahead
2 of time what numbers they want and you sort of round robin
3 allocate. If you have a systemic way to do it, then
4 someone's going to get it faster than someone else. If
5 everyone was on MGI, then someone would be more clever and
6 pump their requests through faster. So I'm not sure how you
7 solve that. There's two other issues though.

8 The MGI user, or the scriptive user, has other
9 business advantages that they've decided to invest in. I
10 mean, they can modify their routing more quickly and more
11 often to take advantage of price breaks from other carriers.
12 The online user, who is completely manual, has chosen not to
13 do that either because the price breaks don't justify it, or
14 because they don't want to make the initial investment.

15 The other point is, if we ever get around to
16 talking about a new system, we could build a common
17 interface into the SMS/800. That still will not make the
18 playing field level from your perspective of a code opening.
19 Again because someone, even if the interface is exactly the
20 same, multiple users will come up with ways to get more
21 numbers faster than others. And that's the reality of the
22 technology. Unless you completely manual it, or you do a
23 lottery, everybody submits their numbers and you draw names
24 out of a hat, you're not going to solve that particular
25 problem.

1 The third point is, purely from marketing that's
2 going to be struck, it's nowhere near half a million dollars
3 to get a fully implemented private MGI system from a user's
4 perspective. And anybody wants to talk about it, we can.

5 MS. GORNEY: Okay. Yes, Art?

6 MR. BROTHERS: Art Brothers, Beehive Tel. This is
7 really not an issue for us. However, I'm amused by Jim's
8 comment from AT&T of open market. And the thought occurred
9 to me, okay, just let the new numbers be put up on E-Bay and
10 let them auction off. The Commission is well known for
11 earning tons of money from selling cellular, and
12 frequencies, and all that stuff. Hey, it's a great
13 opportunity. You guys can get some dough.

14 MS. GORNEY: Okay. We'll do that.

15 FEMALE SPEAKER: Jim will consider that.

16 MS. GORNEY: Yes. Rephrase that, we will
17 consider. Okay.

18 MS. OTEO: I'd just like have it noted on the
19 record -- this is Ellen, from -- I'm sorry. This is Ellen,
20 from SMS/800, representing the Box, providing the service.
21 I just want it noted on the record for all the types of
22 interfaces that interconnect to SMS/800, each interface does
23 have the ability to reserve up to ten numbers at a time, and
24 to activate one at a time. So this discussion really does
25 boil down to the speed with which they want to keep those

1 requests flowing and the technology that they choose to
2 avail themselves of.

3 MS. GORNEY: Okay. Does anyone have any other
4 comments? No? Okay. It's about 2:45 right now, so I'm
5 going to recommend that we take a break, and reconvene at
6 3:00. Thank you.

7 (Whereupon, a short break was taken.)

8 MS. GORNEY: Hi. Welcome back again. I'm
9 Jennifer Gorney, the moderator. Just to recap from the last
10 session, I had a gentleman approach me after the first
11 session and inform me that the audience was not aware that
12 they were allowed to ask questions after each sort of
13 discussion. And so I just wanted to give about five to ten
14 minutes to allow the audience to ask any questions they may
15 have. So. Yes? Please stand up at the mike and state your
16 name.

17 MR. BARTEL: My name is Richard Bartel. I'm with
18 Communications Venture Services, Inc. I'm also designated
19 by the FCC as a member of the North American Numbering
20 Council's Dispute Resolution Task Force, which hasn't been
21 active lately. And I'm also an elected official here
22 locally in the District of Columbia Government, so I have a
23 little political perspective on this.

24 I think that there was a good analogy that was
25 brought up earlier about parking spaces. And I think what

1 you see here with RespOrgs and carriers is the analogy is,
2 is the valet parkers who go and find an available space, and
3 then the street people who try to extract money and put an
4 orange cone in the space and then say, I'm going to protect
5 your car for you and try to collect money for that. What we
6 have here is a admitted and defined public resource. And I
7 think that the policy of the Commission is very well taken
8 and it should stick to that policy. Actually, in my
9 opinion, the Congress should put it in black and white, in
10 black letter law, and say that these are resources that are
11 community property, essentially public property.

12 The problem we have here is we've got the tension
13 between this public property and the free market
14 commoditization of the numbers, and a rush when there's a
15 code opening to get those numbers. We were a victim of that
16 rush back when 800-555 was opened. We found out that the
17 carrier involved in the mechanized interface had obtained
18 tens of thousands, or no thousands, of 800-555 numbers. And
19 then after investigation and an emergency petition by
20 Southern New England Telephone, found out that they gave
21 back six to eight thousand of the numbers because they
22 didn't have customers asking for them. So the mechanized
23 interface was at issue at the time.

24 So I'm in favor, and we're in favor, of this open
25 interface where even the end-user, or the customer, or the

1 subscriber can have access to it, and maybe even by random
2 selection, pick their own RespOrg, or by random selection,
3 have a RespOrgs picked for them if they don't choose one
4 from the authorized RespOrg list. I think the FCC should
5 define the prohibited acts, and as the free marketeers have
6 said, essentially let everything go as long as it's not
7 defined as a prohibited act.

8 However, you've got the problem here that a lot of
9 these prohibited acts of warehousing and hoarding are
10 facilitated by the so-called legitimate business transfers
11 that were spoken of. And so the art of Washington, and the
12 political art is, let's try to make this look like we're
13 doing something, but we're really not doing something.
14 We're just simply establishing and bolstering the status quo
15 of the economic interests of the status quo. And so I think
16 as public policy is concerned, there has to be enforcement
17 under part 52, and 52-111, or 107 I think it is, has to be
18 vigorously enforced.

19 The complaints, it was said that there were only
20 three complaints by a carrier, or maybe 50 complaints in the
21 Bureau, but you have to realize that there's 20,000 pending
22 informal complaints in the Commission. Not to mention what
23 has formally been filed through lawyers. So there was no
24 mention made how many informal complaints there are that
25 involve in toll-free numbers. I think the interface should

1 be normalized, and this tension should be adjudicated by the
2 FCC administratively, if not by the Congress. Thank you.

3 MS. GORNEY: Okay. Do we have any brief comments,
4 or anyone else from the audience would like to ask
5 questions? No? Okay. Thank you.

6 Okay, then. We're going to be moving on to the
7 second session in this forum. The overall topic of this
8 session is whether to restructure the current toll-free
9 system. And what changes would be needed to restructure the
10 system? And the first question we ask is, should ownership
11 in operation of the toll-free database be transferred to an
12 entity that is not affiliated with any segment of the
13 telecommunications industry?

14 And for this question, I'm going to ask Ellen
15 Oteo, from SMT, to speak first.

16 MS. OTEO: This is Ellen Oteo, from the SMS/800
17 Management Team. Our answer to that is, while we don't see
18 any compelling need to make such a change, three of the four
19 companies involved in providing this service are ready to be
20 relieved of their obligation to continue to provide this
21 service. We would like to exit the business, after of
22 course, providing for an orderly transition. The fourth
23 company involved in providing this service is discussing
24 this issue internally within their company, and it's not at
25 liberty today to make that statement.

1 MS. GORNEY: Okay. Thank you. Steve Levinn,
2 could I have you speak next, please?

3 MR. LEVINN: We would support an operational
4 transfer, but under certain conditions. Again, there's a
5 significant investment made in the way RespOrgs access
6 SMS/800. I'm talking specifically about MGI, because that's
7 a defined interface which is expected to have machine-to-
8 machine access. Any transition of the operation of a
9 current system, or any new system, should have to take into
10 consideration the API as it's defined today, and whether a
11 new system would support that and enhance the API, rather
12 than coming up with a completely new design that may be
13 technically equivalent, but different, and therefore force
14 everyone to change what they've done for no good technical
15 reason.

16 There are a lot of solutions that were mentioned
17 today about a common interface. One possibility, as
18 mentioned earlier, is have a common MGI type interface at
19 SMS/800, and that's the only interface that exists. And as
20 part of the overall service, the provider of what is
21 currently called SMS/800 would bill the user interface on
22 top of that MGI interface, so there's only one way to go
23 into the system. So we'd support a structure that would
24 transfer that control and at the same time, develop a new
25 system that would clearly have one way in and out, and then

1 speed would be the only issue.

2 MS. GORNEY: Okay. Thank you, Steve. And could I
3 have Marcel, from NeuStar, speak next, please?

4 MR. MARCEL: Thanks, Jennifer. Marcel Champagne,
5 from NeuStar. Firstly, NeuStar would like to state that
6 neutral and unaffiliated entities do exist in the industry
7 that today provide ownership and operation of numbering
8 databases on behalf of the industry. NeuStar is in fact one
9 of those. There are a number of other industry segments
10 that have found that implementation of having a owner
11 operator of such numbering bases be unaffiliated and neutral
12 has proven to be effective at ensuring fair and evenhanded
13 treatment of all the industry participants. And in fact,
14 also has proven very effective at managing any type of
15 competitively sensitive data on behalf of the industry.
16 Thank you.

17 MS. GORNEY: Okay. Thank you. And next could I
18 have Chris Rugh speak?

19 MR. RUGH: Chris Rugh, with WorldWide Telegraph.
20 We believe that a neutral third party is good. We also
21 would ask that the Commission take a look at possibly some
22 other options, maybe some sort of non-profit entity,
23 completely unaffiliated, not even driven by money. Just
24 keep in mind -- we ask that the Commission keep in mind that
25 this particular entity is going to be a resource for all the

1 RespOrgs, and we want to make sure that it's sole purpose is
2 to provide a service to the RespOrgs, and not to provide a
3 service unto itself.

4 MS. GORNEY: Okay. Thank you. And Peter?

5 MR. GUGGINA: Peter Guggina, WorldCom. WorldCom
6 also believes that the database should be managed, and the
7 system itself should be managed by a trusted third party.
8 One of the premises of this opinion is that it's what we
9 have in the North American Numbering Plan Administration
10 area, it's what we have in local number portability, what we
11 have in number pooling, et cetera. We believe that the same
12 laws and rules that specify the neutral third party
13 requirement in those aforementioned areas apply also to the
14 toll-free environment. So we think that that's a
15 fundamental given.

16 As far as who it should be, and how it should be,
17 and so forth. I don't know if we have to get into those
18 details, but we do have some ideas on that. The main thing
19 that we need to consider, though, is that we need to ensure
20 that if there's any transfer or whatever, the first order of
21 priority is, is that there should be a level playing field
22 for making decisions on what gets changed to the system. If
23 there are system changes and so forth today, we, the
24 industry, ask. But we're not in the same position that we
25 are as in local number portability because in local number